

**MINUTES OF THE REGULAR MEETING OF BOARD
MEMBERS OF
LAKE WASHINGTON SANITARY DISTRICT
February 26, 2007**

1. Call to Order

Chairman Fahrforth called the regular meeting of the Board to order at 7:00 p.m. on Monday, February 26, 2007, at Westwood Marina, 1400 Lake Washington Access, Kasota, MN 56050.

2. Roll Call

Present: Robert Bieraugel, Larry Maruska, Art Zuhlsdorf and Ed Fahrforth.
Absent: Jerry Kallheim.

3. Review and approval of agenda

Resolution 07.22: Member Bieraugel moved to approve the meeting agenda. Upon a second from Art Zuhlsdorf, the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

4. Review and Approval of Minutes of the February 12, 2007 Regular Meeting

Resolution 07.23: Member Zuhlsdorf moved to approve the minutes of the February 12, 2007 Regular meeting. Upon a second from Robert Bieraugel, the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

5. Officers Reports

a. Chairperson – Ed Fahrforth

- None.

b. Vice Chairperson – Larry Maruska

- None.

c. Treasurer – Art Zuhlsdorf

- Treasurer Zuhlsdorf reported the beginning balance of the checking account as of today February 26, 2007 is \$1,343,752.99, which includes deposits of \$3,899.26 received from utility billing Flow Rate, \$4,675.07 received from utility billing Base Rate, and \$10.00 received for late fees.

- Received an invoice from Blethen Gage & Krause in the amount of \$2,047.50.
- Received an Invoice from Bolton & Menk in the amount of \$862.60.
- Invoices received from Pettipiece and Associates totaling \$2,157.29.
- Received an invoice from Hickory Tech in the amount of \$123.46.
- Received and invoice from One Call Concepts in the amount of \$101.45.
- Received an invoice from Schwickert's in the amounts of \$190.00.
- Received an invoice from United Locating Services in the amount of \$18.00.
- Payment due to board members Zuhlsdorf, \$50.00, Fahrforth, \$25.00, Kallheim, \$50.00, Maruska, \$50.00, and Bieraugel, \$25.00.
- Total due \$5,700.30.

Resolution 07.24: Member Zuhlsdorf moved to approve payment of amounts due. Upon a second from, Larry Maruska the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

- The balance of the checking account after payment of the bills will be \$1,338,052.69.
- The January 2007 financial statements were distributed for review.

Resolution 07.25: Member Zuhlsdorf moved to approve the January 2007 financial statements. Larry Maruska made a second.

- During discussion it was discovered the Balance Sheet amounts should be reviewed before approval.
- Upon a voted taken the motion failed by a vote of 0 in favor, 4 against, 0 abstaining, and 1 absent.
- The January Balance Sheet will be reviewed with Chuck Pettipiece for approval a next regular meeting.

d. Secretary – James Deike

- Received from the MN Rural Water Association notice of a seminar on Long term financing, and the Winter 2006-2007 issue of the Today magazine.
- Received from PFA public notice for a hearing adopting amendments to their rules.
- Received from the Washington Township Clerk confirmation of member Zuhlsdorf re-election.
- Received from Bolton & Menk, Inc., the District's copy of Change order #7.

6. Open Forum for Constituents

- Jeff Peterson of 5010 Patterson Road, Madison Lake, MN 56063, is not in favor of being annexed into the District. Member Maruska will contact Bolton and Menk regarding their position in this matter.

7. Old Business

a. Negotiations with the City of Mankato to amend the Interconnection Agreement

- Reviewed the resolution to amend the agreement.

Resolution 07.26: Member Zuhlsdorf moved to authorize the amendment to the Sanitary Sewer System Interconnection between the City of Mankato and the Lake Washington Sanitary District. Upon a second from Robert Bieraugel, the motion passed by a vote of 4 in favor, 0 against, 0 abstained, and 1 absent.

b. Annexation

- This item discussed during open forum for constituents.

c. Review Calendar of Events

- The calendar was reviewed with no changes.

d. Other

- Current utility rates adjustments were discussed.

8. New Business

a. Other

- Discussed the Newsletter to Property Owners.

9. Discuss Agenda for March 12, 2007 Regular Meeting

- The agenda will be set this week.

10. Adjournment

Member Bieraugel moved to adjourn the meeting. The meeting was adjourned at 8:15 p.m.

Respectfully Submitted,

/s/ James Deike

James Deike

Secretary of the Lake Washington Sanitary District